Tree House Education & Accessories Ltd.

Corporate Office:
301, Embassy Chambers, 3rd Road, Khar (W),
Mumbai - 400052. Tel.: 022-40169587 / 64572725
CIN : L80101MH2006PLC163028

Registered Office:
702, Morya House, 'C' Wing, Off Link Road,
Andheri (W), Mumbai - 400 053.
Tel.: 022-64512384, Fax 022-26051259

December 01, 2015

To,
BSE Ltd.
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 001

To,
National Stock Exchange of India Ltd.
Exchange Plaza, Plot no. C/1, G Block, BKC, Bandra (E), Mumbai 400 051

To,
MCX Stock Exchange Ltd.
Suren Road, Andheri (East),
Mumbai 400 093

Subject: Update from Tree House Education & Accessories Ltd. (Tree House)

Robust operations

Tree House continues to operate its business as usual with over 700 preschools spread across the country. We reiterate that business growth remains healthy and progressing as per our plans and we are on schedule with our preschool expansion strategy.

Update on Receivables

Successfully received all amounts related to preschools and franchise operations that were outstanding as on 30th September 2015. Currently, outstanding receivables stand at Rs. 27 crore as compared to Rs. 63 crore as of 30th September 2015. The management is focused on continuing its aggressive collections strategy, expected to further reduce overall debtors from this level.

Investments in K-12 remain capped

As indicated earlier, no further additions planned in the number of K-12 schools. Currently, Tree House continues to support the existing K-12 schools with some requisite capex in the initial gestation period in order to enhance capacity utilization.

Net Debt

On a net worth of Rs. 679 crore, Tree House has net debt of only Rs. 30 crore while its operating EBITDA was Rs. 74 crore in the first half of FY16.

Reporting Error on Pledge shares information by Bombay Stock Exchange (BSE)

There was an error with respect to the promoters' pledge of shares reported by BSE on their website. On 20th November, 2015, it had been communicated to BSE that promoters have pledged 2,50,000 shares in one of the promoters' accounts which was erroneously mentioned as 25,00,000 shares by BSE. This has created unnecessary confusion and concerns among investors. Promoter pointed out this error to BSE and necessary action has been taken by the exchange.

For Tree House Education & Accessories Limited

Vishal Shah
Director
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TREE HOUSE EDUCATION & ACCESSORIES LTD. MUMBAI